

FISCAL NOTE

HB 2577 - SB 2799

February 9, 1998

SUMMARY OF BILL: Increases the maximum benefit which can be paid to a Group 1 member of the Tennessee Consolidated Retirement System and to a prior Class C member of the Superseded State Retirement system from 75% of the member's average final compensation to 90% of the member's average final compensation.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$124,900 Annual Amortized Cost
Increase Local Govt. Expenditures - Less than \$100,000/Permissive

Estimate assumes:

- Approximately 63 retired state employees and 17 active state employees would be affected.
- Total lump sum liability of \$1,273,191.
- Annual amortized cost assumes a 20-year amortization of the lump sum liability.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director